

Message Text

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PAGE 01 MEXICO 04343 021530Z

ACTION EB-08

INFO OCT-01 ARA-06 ISO-00 FEA-01 ERDA-05 AID-05 CEA-01

CIAE-00 COME-00 DODE-00 FPC-01 H-01 INR-07 INT-05

L-03 NSAE-00 NSC-05 OMB-01 PM-04 USIA-06 OES-06

SP-02 SS-15 STR-04 TRSE-00 ACDA-07 /094 W

-----022023Z 035663 /43

R 021422Z APR 77

FM AMEMBASSY MEXICO

TO SECSTATE WASHDC 1279

AMCONSUL MONTERREY BY POUCH

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EO 11652: N/A

TAGS: ENRG EALR EMIN BENC MX

SUBJECT: U.S. COAL FOR MEXICAN POWER GENERATION

REF: 76 MEXICO 4257

1. AS REPORTED IN REFTTEL, PRESIDENT OF ASHLAND OIL APPROACHED PEMEX IN MARCH OF 1976 WITH A PROPOSAL THAT U.S. WESTERN STEAM COAL BE SUBSTITUTED FOR FUEL OIL IN MEXICAN ELECTRIC POWER PLANTS. ALTHOUGH PEMEX SEEMED MILDLY INTERESTED, THEIR RESPONSE WAS THAT SUCH AN IDEA COULD NOT BE EXAMINED RATIONALLY IN THE WANING DAYS OF THE ECHEVERRIA ADMINISTRATION. EMBASSY AGREED WITH THIS ASSESSMENT.

2. IT HAS COME TO OUR ATTENTION THAT ASHLAND AGAIN PLANS TO RAISE THE MATTER,

THIS TIME WITH NEW PEMEX DIRECTOR GENERAL JORGE DIAZ SERRANO (JDS) AT THE DEDICATION CEREMONY FOR A NEW CARBON BLACK PLANT IN TAMPICO, VER., ON APRIL 6, 1977. WE BELIEVE JDS WILL AT LEAST LISTEN TO SUCH A PROPOSAL.

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PAGE 02 MEXICO 04343 021530Z

3. AS NOTED IN REFTTEL, VERY ROUGH CALCULATIONS BY EMBASSY INDICATED THAT MEXICO COULD GENERATE THE SAME AMOUNT OF ELECTRICITY AT A CONSIDERABLY LOWER COST IF COAL WERE SUBSTITUTED FOR OIL. THE TRANSPORTATION COSTS SEEM REASONABLE AND THE FUEL OIL WOULD BE AVAILABLE FOR EXPORT, IMPACTING VERY FAVORABLY ON MEXICO'S BALANCE OF PAYMENTS.

U.S. MANUFACTURERS OF BOILER CONVERSION EQUIPMENT AS WELL
AS THE MINING INDUSTRY SHOULD ALSO PROFIT HANDSOMELY.
NO REPLY HAS BEEN RECEIVED TO EMBASSY'S REQUEST OF A YEAR
AGO FOR GUIDANCE AND INDICATION OF U.S.POLICY.

4. ACTION REQUESTED. IF THE USG IS INTERESTED,WE WOULD
APPRECIATE ADVICE AS TO THE EXTENT TO WHICH WE SHOULD
INVOLVE OURSELVES IN WHAT COULD BE A LENGTHY DISCUSSION
WITH THE GOM. THOMPSON

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: COAL, FUEL OIL, NEGOTIATIONS, ELECTRIC POWER PLANTS
Control Number: n/a
Copy: SINGLE
Sent Date: 02-Apr-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MEXICO04343
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770115-0439
Format: TEL
From: MEXICO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770496/aaaadfjr.tel
Line Count: 71
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 85888bab-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 MEXICO 4257
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29-Mar-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2920715
Secure: OPEN
Status: NATIVE
Subject: U.S. COAL FOR MEXICAN POWER GENERATION
TAGS: ENRG, EALR, EMIN, BENC, MX, US, PEMEX, ASHLAND OIL
To: STATE MONTERREY
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/85888bab-c288-dd11-92da-001cc4696bcc
Review Markings:
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